

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL MEMORANDUM

SB 465 – HB 500

January 16, 2012

SUMMARY OF AMENDMENT (010188): Deletes all language after the enacting clause. Authorizes persons to exercise a contractual right to terminate, liquidate, accelerate, or close-out of obligations under, or in connection with, any netting agreement or qualified financial contract with an insurer under specified circumstances. Authorizes persons to exercise any right under a pledge, security, collateral, reimbursement, guarantee agreement, other similar security agreement, or other credit enhancement relating to one or more netting agreements or qualified financial contracts. Creates procedures for termination and transfer of a netting agreement or qualified financial contract. Creates procedures for the transfer of a netting agreement or qualified financial contract by a receiver for an insurer.

FISCAL IMPACT OF ORIGINAL BILL:

NOT SIGNIFICANT

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:

Unchanged from the original fiscal note.

Assumption applied to amendment:

- According to the Department of Commerce and Insurance, this bill creates no additional responsibilities nor significantly changes the current regulatory, administrative, or enforcement activities of the Department. Therefore, the fiscal impact is not significant.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, appearing to read "Lucian D. Geise".

Lucian D. Geise, Executive Director

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